

**THE CENTRAL ADMINISTRATIVE OFFICES OF  
THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU,   
OFFICES AND INSTITUTIONS**

*Financial Statements  
and Supplementary Information*

*June 30, 2011*

*(With Independent Auditor's Report Thereon)*

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date **FEB 22 2012**

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

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*June 30, 2011*

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# Lanaux & Felger

— CERTIFIED PUBLIC ACCOUNTANTS  
A PROFESSIONAL CORPORATION

THOMAS J. LANAUX, CPA  
MARK S. FELGER, CPA

## INDEPENDENT AUDITOR'S REPORT

His Excellency  
Most Reverend Sam G. Jacobs, D.D.  
Bishop of the Diocese of Houma-Thibodaux

We have audited the accompanying consolidated statement of financial position of The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions, as of June 30, 2011, and the related consolidated statements of activities and cash flows for the year then ended. These consolidated financial statements are the responsibility of the Diocese's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Diocese's consolidated financial statements do not contain certain provisions and/or disclosures required to conform to accounting principles generally accepted in the United States of America as follows:

- As discussed in Note 1, the Diocese's consolidated financial statements do not contain a provision for depreciation expense.
- As discussed in note 1, the Diocese's consolidated financial statements do not include the operations of the high schools owned and operated by the Diocese, nor do they include certain assets, liabilities and net assets of the high schools.
- As discussed in note 10, the Diocese did not obtain an actuarial valuation of its priest pension liability as of year-end, and was not able to develop certain pension information as of year-end for inclusion and disclosure in the consolidated financial statements.
- As discussed in note 12, the Diocese did not obtain an actuarial valuation of its liability for postretirement health care benefits for priests, and was not able to develop certain information as of year-end for inclusion and disclosure in the consolidated financial statements.

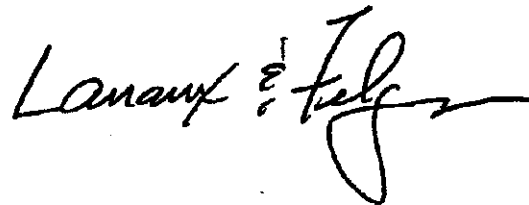
In our opinion, except for the exclusion of the aforementioned information, the consolidated financial statements referred to above present fairly the financial position of The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux and Institutions as of June 30, 2011, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2011 on our consideration of Diocese's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules 1 to 11 is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Diocese. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements of the Diocese. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The Schedule of Operations of Parishes and Institutions on page 34 (Schedule 12) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the statement of financial position of the Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions as of June 30, 2010, and the related statements of activities and changes in net assets and cash flows for the year then ended (none of which is presented herein) on which we expressed a qualified opinion for not providing for depreciation expense, not including the operations of high schools owned by the Diocese, for not obtaining actuarial valuations of the priest pension and postretirement benefit liabilities and for not disclosing certain information relating to the priest pension and postretirement benefit liabilities as required by accounting principles generally accepted in the United States of America. That audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The supplementary information presented for 2010 included in Schedules 5 to 11 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2010 financial statements. The information has been subjected to the auditing procedures applied in the audit of those financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information for 2010 presented in Schedules 5 to 11 is fairly stated in all material respects in relation to the basic financial statements from which it was derived.

Houma, Louisiana  
December 16, 2011



**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**  
Consolidated Statement of Financial Position  
June 30, 2011

**ASSETS****Current assets:**

|   |                   |                      |
|---|-------------------|----------------------|
| Cash and cash equivalents   | \$ 2,665,503      |                      |
| Accounts receivable   | 828,265           |                      |
| ABA receivable  | 183,401           |                      |
| Accrued interest and mineral royalties receivable   | 412,294           |                      |
| Prepaid expenses  | 6,500             |                      |
| Current maturities of parish and school loans   | 953,000           |                      |
| Investments in marketable debt securities expected<br>to be sold or to mature to fund current expected<br>deposit withdrawals for prepaid tuition | <u>26,660,500</u> |                      |
| <b>Total current assets</b>   |                   | <b>\$ 31,689,463</b> |

|  |  |                   |
|--|--|-------------------|
| <b>Investments, net of current expected sales and maturities</b> |  | <b>31,846,604</b> |
|--|--|-------------------|

|  |                  |                  |
|--|------------------|------------------|
| <b>Parish and school loans receivable</b>  | <b>5,591,168</b> |                  |
| Less current maturities                    | <u>(953,000)</u> |                  |
| <b>Total loans less current maturities</b> |                  | <b>4,638,168</b> |

**Property and equipment:**

|                                     |                |                   |
|-------------------------------------|----------------|-------------------|
| Buildings and equipment             | 16,690,984     |                   |
| Operating high school properties    | 4,205,625      |                   |
| Future parish sites                 | <u>283,411</u> |                   |
| <b>Total property and equipment</b> |                | <b>21,180,020</b> |

|                     |  |                         |
|---------------------|--|-------------------------|
| <b>Other assets</b> |  | <u><b>7,261,185</b></u> |
|---------------------|--|-------------------------|

|                     |  |                                    |
|---------------------|--|------------------------------------|
| <b>Total assets</b> |  | <u><u><b>\$ 96,615,440</b></u></u> |
|---------------------|--|------------------------------------|

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**  
Consolidated Statement of Financial Position  
June 30, 2011

**LIABILITIES AND NET ASSETS****Current liabilities:**Deposits in central finance, current expected  
withdrawals:

|  |              |                      |
|--|--------------|----------------------|
| Parishes   | \$ 3,682,000 |                      |
| Cemetery operating deposits                              | 871,700      |                      |
| Institutional deposits, principally prepaid tuition      | 26,660,500   |                      |
| Accounts payable, undistributed funds and other accruals | 1,351,261    |                      |
| Current maturities of long-term debt                     | 495,000      |                      |
| <b>Total current liabilities</b>                         |              | <b>\$ 33,060,461</b> |

Deposits of parishes, schools and institutions,  
net of current expected withdrawals

9,987,184

Bonds payable, net of current maturities

18,960,000

Third-party endowments

15,921,053

Insurance program reserves

718,022

Accrued other postretirement benefits

325,010

**Total liabilities****78,971,730****Net assets:****Restricted by donors:**

|                                   |           |
|-----------------------------------|-----------|
| Temporarily restricted net assets | 2,361,578 |
| Permanently restricted net assets | 3,900,944 |

**Unrestricted:**

Designated:

|   |           |
|---|-----------|
| Undistributed funds - funded operations | 4,966,121 |
| Other designated net assets             | 1,017,735 |

Undesignated

5,397,332

**Total unrestricted net assets****11,381,188****Total net assets****17,643,710****Total liabilities and net assets****\$ 96,615,440**

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Consolidated Statement of Activities*

Year Ended June 30, 2011

|  | <u>Unrestricted</u> |                     | <u>Temporarily</u>  | <u>Permanently</u>  | <u>Total</u>         |
|--|---------------------|---------------------|---------------------|---------------------|----------------------|
|  | <u>Undesignated</u> | <u>Designated</u>   | <u>Restricted</u>   | <u>Restricted</u>   |                      |
| <b>Revenues and other support:</b>   |                     |                     |                     |                     |                      |
| Cathedralium   | \$ 2,329,850        | \$ -                | \$ -                | \$ -                | \$ 2,329,850         |
| Collections and administration   | 135,127             | -                   | -                   | -                   | 135,127              |
| Income of funded operations:   |                     |                     |                     |                     |                      |
| Central finance  | -                   | 1,923,236           | -                   | -                   | 1,923,236            |
| Other funded operations  | -                   | 5,507,116           | -                   | -                   | 5,507,116            |
| Contributions and grants   | 2,041,261           | -                   | 161,934             | 242,235             | 2,445,430            |
| Investment return - investments not<br>included in Central finance program | 308,768             | -                   | -                   | -                   | 308,768              |
| Other income   | 1,929,798           | -                   | -                   | 27,000              | 1,956,798            |
| Net assets released from restrictions                                      | 423,968             | 832,950             | (1,256,918)         | -                   | -                    |
| <b>Total revenues and other support</b>                                    | <b>7,168,772</b>    | <b>8,263,302</b>    | <b>(1,094,984)</b>  | <b>269,235</b>      | <b>14,606,325</b>    |
| <b>Expenses:</b>   |                     |                     |                     |                     |                      |
| Operating expenses   | 6,610,281           | -                   | -                   | -                   | 6,610,281            |
| Expenses of funded operations:   |                     |                     |                     |                     |                      |
| Central finance  | -                   | 1,401,843           | -                   | -                   | 1,401,843            |
| Other funded operations  | -                   | 6,352,038           | -                   | -                   | 6,352,038            |
| <b>Total expenses</b>  | <b>6,610,281</b>    | <b>7,753,881</b>    | <b>-</b>            | <b>-</b>            | <b>14,364,162</b>    |
| <b>Change in net assets</b>  | <b>558,491</b>      | <b>509,421</b>      | <b>(1,094,984)</b>  | <b>269,235</b>      | <b>242,163</b>       |
| <b>Net assets at beginning of year</b>                                     | <b>4,834,975</b>    | <b>5,478,301</b>    | <b>3,456,562</b>    | <b>3,631,709</b>    | <b>17,401,547</b>    |
| Transfers between<br>designated and undesignated:                          |                     |                     |                     |                     |                      |
| Subsidies to/from funded operations  | (456,077)           | 456,077             | -                   | -                   | -                    |
| Other transfers  | 459,943             | (459,943)           | -                   | -                   | -                    |
| <b>Total transfers between<br/>designated and undesignated</b>             | <b>3,886</b>        | <b>(3,886)</b>      | <b>-</b>            | <b>-</b>            | <b>-</b>             |
| <b>Net assets at end of year</b>   | <b>\$ 5,397,332</b> | <b>\$ 5,983,856</b> | <b>\$ 2,361,578</b> | <b>\$ 3,900,944</b> | <b>\$ 17,643,710</b> |

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**  
Consolidated Statement of Cash Flows  
Year Ended June 30, 2011

|  |                            |
|--|----------------------------|
| <b>Cash flows from operating activities:</b>   |                            |
| Change in net assets   | \$ 242,163                 |
| Adjustments to reconcile change in net assets to net cash flows from operating activities: |                            |
| Unrealized (gains) losses on investments, net change                                       | (1,495,659)                |
| Realized (gains) losses on investments   | (317,047)                  |
| Contributions restricted for long-term investment  | (228,483)                  |
| Amortization of bond issuance cost   | 60,718                     |
| Changes in:  |                            |
| Accounts receivable  | (452,623)                  |
| ABA receivable   | (32,716)                   |
| Accrued interest and mineral royalties receivable  | 51,672                     |
| Other assets   | (59,883)                   |
| Accounts payable   | (1,017,675)                |
| Insurance program reserves   | (2,153,367)                |
| Net cash provided by (used in) operating activities  | <u>(5,402,900)</u>         |
| <b>Cash flows from investing activities:</b>   |                            |
| Purchases of property and equipment  | (115,633)                  |
| Purchases of investments   | (121,778,298)              |
| Proceeds from sale of investments  | 119,805,469                |
| Increase in loans to parishes and institutions, net  | 805,653                    |
| Net cash provided by (used in) investing activities  | <u>(1,282,809)</u>         |
| <b>Cash flows from financing activities:</b>   |                            |
| Proceeds from contributions restricted for:  |                            |
| Contributions to Seminary Burses   | 37,474                     |
| Contributions to endowment funds   | 164,009                    |
| Perpetual care of cemetery crypts  | 27,000                     |
|  | <u>228,483</u>             |
| Other financing activities:  |                            |
| Redemption of bonds payable  | (370,000)                  |
| Increase in school, parish, and institution funds on deposit with the Diocese              | 7,019,145                  |
| Increase in endowments held for third parties  | 127,813                    |
|  | <u>6,776,958</u>           |
| Net cash provided by (used in) financing activities  | <u>7,005,441</u>           |
| <b>Net (decrease) in cash and cash equivalents</b>   | <b>319,732</b>             |
| <b>Cash and cash equivalents at beginning of year</b>                                      | <b><u>2,345,771</u></b>    |
| <b>Cash and cash equivalents at end of year</b>  | <b><u>\$ 2,665,503</u></b> |
| <b>Supplemental disclosure of cash flow information:</b>                                   |                            |
| Cash paid for interest during the year on deposit accounts in central finance              | \$ 1,271,085               |
| Cash paid for interest on long-term debt   | \$ 1,486,284               |

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Notes to Consolidated Financial Statements*

**1) Nature of Organization and Summary of Significant Accounting Policies**

**Nature of Organization and Principles of Consolidation:**

The Diocese of Houma-Thibodaux (hereinafter "the Diocese"), a not-for-profit corporation established under the laws of the State of Louisiana, operates as a religious organization. The Diocese is dedicated to acting as a centralized ministry that coordinates several ministerial, outreach and administrative programs and functions for church-parishes and other Diocesan related operations located within the Diocese's boundaries encompassing the civil parishes of Terrebonne, Lafourche, parts of St. Mary, St. Martin and Iberia, and Grand Isle, Louisiana.

The Diocese derives support for its administrative operations primarily through Cathedralism paid by Diocesan parishes to the Diocese. Cathedralism is an assessment on parish ordinary income and certain extraordinary income. The Cathedralism amount is set each year by the Diocese based on the prior year's reported income. Support for other Diocesan operations is provided by several sources including, but not limited to: grants from other non-profit entities; special Diocesan-wide collections; individual contributors; governmental grants; and Diocesan subsidies, transfers, grants, and interest, dividends and net capital gains or (losses) earned and recognized on investments.

The accompanying financial statements include the accounts maintained by and directly under the administration of the Central Administrative Offices of the Diocese of Houma-Thibodaux, as well as the accounts maintained by the following not-for-profit entities owned by the Diocese and in which the Diocese has a direct controlling financial and canonical interest:

- H-T Publishing Company (The Bayou Catholic)
- Lumen Christi Retreat Center
- St. Lucy's Day Care Center
- St. Joseph's Cemetery

Internal transactions and balances, except for interest paid on funds deposited with Central Finance, have been eliminated in consolidation. The accompanying financial statements do not include accounts of individual parishes and other church-related agencies and institutions, such as parishes, schools, cemeteries, homes, etc. except insofar as financial transactions have taken place between these agencies and institutions and the Diocese (subsidies, grants, loans, deposit, insurance premiums and Diocesan support paid by those entities in the form of cathedralism). These agencies and institutions are directly managed and controlled by their pastors or other responsible parties. Only those operations and offices that are directly controlled, managed, administered and financed through the Diocese Central Administrative Offices are included in these financial statements.

The operations of high schools owned by the Diocese and certain assets acquired or liabilities incurred by the schools as a result of their operations are not included in the consolidated financial statements of the Diocese. Those operations, assets and liabilities should be included in the consolidated financial statement because the Diocese has a controlling financial interest in the high schools.

**Summary of Significant Accounting Policies Used:**

- a) Method of accounting. The accompanying financial statements have been prepared on the accrual basis of accounting as adopted by the Chancery.
- b) Property and equipment values are recorded at cost. If acquired by gift or legacy, the fair market value at date of gift or date of death is recorded. No provision for depreciation has been made in the financial statements. The Finance Council and management of the Diocese do not believe the benefits derived

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Notes to Consolidated Financial Statements*

from the calculation of depreciation expense are commensurate with the effort and costs required to develop this information.

- c) Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. For investments other than marketable securities with readily determinable fair values, the carrying value is either cost or fair value at the date of donation.
- d) All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Diocese reports the support as unrestricted.

Contributed property and equipment is recorded at fair value at the date of donation. In the absence of donor-imposed stipulations regarding how long the contributed assets must be used, the contributions are recorded as unrestricted support.

Contributed services are recognized at fair value, except for the work of volunteers for which no monetary value has been assigned.

- e) The Diocese has adopted a policy of allocating personnel expenses and related employee benefits for employees who work in multiple offices or departments among the offices or departments based on the percentage of time the employee spent in each office.
- f) Cash and cash equivalents consist of cash in banks and securities purchased under agreement to resell. Concentrations of credit risk with respect to cash and cash equivalents are considered limited due to the combination of federally-insured deposits and financial strength of the institutions that hold Diocesan deposits. Cash in excess of federally insured limits at June 30, 2011 amounts to \$2,221,695. Of this excess, \$621,326 was collateralized by the trust assets of the Diocese's primary depository institution in accordance with a sweep repurchase agreement with that institution.

Investments in marketable debt and equity securities are diversified among high-credit quality securities in accordance with the investment policy of the Diocese. Investments are not insured by the trustee, Federal Deposit Insurance Corporation or any other government agency.

- g) The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

## 2) Central Finance

Under Diocesan central finance policies, the Parishes, Schools and Institutions within the Diocese are required to remit to the Diocese all funds not immediately needed by the Parishes, Schools and Institutions for current operations. For those with surplus funds, these balances earned interest at a rate of 1.5% per annum through June 30, 2011. For those that have outstanding loans with the Central Finance Program, the funds received are applied as payments to the loans. Parishes, Schools and Institutions with loans payable to Central Finance pay 6% interest to the Central Finance Program.

Certain Diocesan programs and funded operations also receive interest on surplus funds held by the Central Finance Program at the same rates earned by Parishes, Schools and Institutions. The interest received by funded operations is reported as revenue of other funded operations in the statement of activities.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Notes to Consolidated Financial Statements*

Interest earned on invested funds less interest paid on funds on deposit Offices may be paid to the Parishes, Schools and Institutions as additional interest at the end of the year at the discretion of the Bishop. The amount of additional interest paid to each Parish, School or Institution is based on the interest earned by the Parish, School or Institution during the year and is called "profit sharing." There was no profit sharing distribution for the year ended June 30, 2011. The statement of activities and schedule below present investment return as interest and dividends earned and capital gains recognized. The full amount of interest expense incurred during the year is reflected below and is included on the statement of activities.

Central finance income was earned as follows:

|   |    |           |
|---|----|-----------|
| Interest income:  |    |           |
| Parish and school loans                                   | \$ | 168,547   |
| Investments and cash reserves                             |    | 1,221,310 |
| Dividend income   |    | 26,313    |
| Realized gains (losses) on investments, net               |    | 318,969   |
| Change in unrealized gains and losses on investments, net |    | 188,097   |
| Total central finance income                              | \$ | 1,923,236 |

Central finance expense and subsidies were incurred as follows:

|  |  |           |
|--|--|-----------|
| Interest expense:                            |  |           |
| Parish deposits                              |  | 148,158   |
| Cemetery deposits                            |  | 133,866   |
| Endowments                                   |  | 482,600   |
| School and institution deposits              |  | 488,411   |
| External money management and bank fees      |  | 140,810   |
| Total central finance expenses and subsidies |  | 1,401,843 |

|  |    |         |
|--|----|---------|
| Change in net assets - Central Finance | \$ | 521,393 |
|--|----|---------|

Endowment funds may also be established by Parishes, Schools and Institutions within the Diocese. The funds must be deposited with Central Finance. The establishment of endowment funds is governed by the Diocesan policy on endowments. The deposits must be of a permanent nature and have restrictions as to the withdrawal of principal. Interest is paid at 2.5% through June 30, 2010. Endowment funds do not share in the "Profit Sharing" discussed in the preceding paragraph. For the year ended June 30, 2011, interest was paid on endowment funds at the minimum rates described above.

The cemetery operating deposits are to be used by each cemetery for upkeep, construction, acquisitions or any other operating expenses of the cemetery.

**3) Funded Operations**

The Diocese maintains several operations (some of which are separately incorporated) that are funded through separate collections and revenues. These collections and revenues are segregated in separate accounts in the Diocesan accounting system. The revenues and expenses incurred by the operations are kept separate for internal Diocesan reporting. The Diocese has adopted the policy to internally subsidize these operations when applicable. Funded operations having revenues in excess of expenditures are carried on the Diocese's balance sheet as unrestricted - designated net assets to be used in future operations of the particular funded operation.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Notes to Consolidated Financial Statements*

**4) Receivable – Annual Bishop's Appeal (ABA)**

The ABA receivable represents commitments or unconditional promises to give from individuals as a result of the Annual Bishop's Appeal. Management considers the commitments to be fully collectible and accordingly, no allowance for uncollectible commitments is deemed necessary. All ABA receivables are due to be collected within one year of the balance sheet date.

**5) Investments and Fair Value Measurements**

Investments at June 30, 2011, are summarized as follows:

|  | <u>Carrying<br/>Value</u>   |
|--|-----------------------------|
| <b><u>Temporary cash investments:</u></b>  |                             |
| Money market mutual funds  | \$ 15,934,916               |
| <b><u>Marketable equity securities:</u></b>  |                             |
| Common stocks  | 2,021,108                   |
| <b><u>Marketable debt securities:</u></b>  |                             |
| U.S. government securities   | 39,820,143                  |
| <b><u>Other investments:</u></b>   |                             |
| Guaranteed investment contract   | 639,248                     |
| Real estate  | <u>91,691</u>               |
| Total investments  | 58,507,104                  |
| Less investments in marketable debt securities expected to be<br>sold to fund current expected deposit withdrawals | <u>(26,660,500)</u>         |
| Investments, net of current expected withdrawals   | <u><u>\$ 31,846,604</u></u> |

Fair value is defined as the exchange price that would be received to sell an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Although the exchange price concept is not new, the new definition focuses on the exit price as opposed to the entry price that would be paid to acquire an asset or received to assume a liability. The standard also emphasizes that fair value is a market-based measurement and not an entity-specific measurement and establishes a hierarchy to prioritize the inputs that can be used in the fair value measurement process. The inputs in the three levels of this hierarchy are described as follows:

- |         |  |
|---------|--|
| Level 1 | Quoted prices in active markets for identical assets or liabilities. An active market is one in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis.                                    |
| Level 2 | Observable inputs other than Level 1 prices. This would include quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data. |
| Level 3 | Unobservable inputs, to the extent that observable inputs are unavailable. This allows for situations in which there is little or no market activity for the asset or liability at the measurement date.   |

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The Diocese measures temporary cash investments and investments in marketable debt and marketable equity securities at fair value on a recurring basis and are summarized below:

| (in thousands)                              | June 30, 2011     |                               |           |         |
|---|-------------------|-------------------------------|-----------|---------|
|   | Carrying<br>Value | Fair Value Measurements Using |           |         |
|   |                   | Level 1                       | Level 2   | Level 3 |
| Investment securities:                      |                   |                               |           |         |
| Temporary cash investments                  | \$ 15,935         | \$ -                          | \$ 15,935 | \$ -    |
| Marketable debt securities                  | 39,820            | -                             | 39,820    | -       |
| Marketable equity securities                | 2,021             | 2,021                         | -         | -       |
| Total investments reported at<br>fair value | 57,776            | \$ 2,021                      | \$ 55,755 | \$ -    |
| Other investments carried at cost           | 731               |                               |           |         |
| Total investments                           | \$ 58,507         |                               |           |         |

Total investment return, which is reported as unrestricted income in the statement of activities, is \$2,232,002, which includes the components of Central Finance income reported in Note 2 plus \$308,768 interest earned on the guaranteed investment contract.

The guaranteed investment contract is held by the Bond Trustee in the Bond Project Account pursuant to a bond indenture reported in Note 11. The funds in the contract will be drawn out as specified in the investment agreement to pay construction costs of the projects for which the bonds were issued. The underlying investments in the contract consist of obligations fully guaranteed by the United States of America, or obligations, debentures notes or other evidence of indebtedness issued or guaranteed by the Governmental National Mortgage Association (GNMA), Federal National Mortgage Association (FNMA), Federal Home Loan Banks System, or Federal Home Loan Mortgage Corporation (FHLMC).

**6) Other Assets**

Other assets are comprised of the following:

|  |                     |
|--|---------------------|
| Perpetual care deposits in Cemeteries Trust                      | \$ 2,010,983        |
| Series 2006 bond issuance costs, net of accumulated amortization | 1,161,810           |
| Series 2007 bond issuance costs, net of accumulated amortization | 196,369             |
| Prepaid pension costs  | 2,482,590           |
| Other miscellaneous assets                                       | 1,409,433           |
|  | <u>\$ 7,261,185</u> |

**7) Insurance Program Reserves**

The Diocese operates several self-insurance programs in which the Diocese, its parishes, schools and apostolates participate. Following is a description of each:

**Severance Pay Plan Reserve** - The Diocese has established a Severance Pay Plan (SPP) covering all eligible employees of the Diocese, its parishes, schools and apostolates. Under the plan, eligible employees include all full-time or regular part-time employees with more than one year of service. Severance benefits are paid upon the termination of employment of an eligible employee by reason of lack

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of funds, lack of work, or the restructuring of or closing of a parish, school, department or apostolate. Under the plan, benefits range from two weeks' pay to six weeks' pay based on the employee's years of service.

Louisiana Catholic Workers' Compensation Pool (LCWCP) - The Diocese participates in a cost-sharing, risk pool with three other Dioceses to cover claims resulting from employment-related accidents and injuries. Premiums are paid to the pool by the Dioceses based on total payroll costs for covered workers. The pool has entered into a stop-loss agreement with an insurance company to limit its losses to \$275,000 per occurrence and \$2,750,000 per policy year. After all outstanding claims are settled for a policy year, any excess of premiums collected over claims and other costs are refunded to the participating Dioceses in proportion to premiums paid to the pool for that policy year.

Mausoleum Insurance Reserve - This reserve is used to repair damage caused by fire or natural disasters to mausoleums at cemeteries operated by the parishes of the Diocese. The Diocesan Property and Casualty Insurance program covers damage caused by vandalism. The reserve is funded through premiums paid through the Diocesan Property and Casualty Insurance Program. At the end of the year, reserve adequacy is assessed. If reserves are adequate, the premiums credited to the reserve during the year are charged against the reserve and the balance is credited as a source of revenue to the Funded Operation- Cemeteries Office.

Hospitalization Insurance Reserve - Hospitalization insurance premiums are paid into this program via a third-party administrator by the Diocese, its parishes and institutions to provide coverage for employees, retirees, and their families. The Diocese has entered into a stop-loss agreement with an insurance company to limit its losses to \$160,000 on individual claims. From time to time during the year, the Diocese remits funds from this reserve to the third-party administrator to pay claims. When the third-party administrator accumulates excess funds, the funds are remitted to the Diocese for deposit into the reserve. Premiums and loss claims of the Hospitalization Insurance Program are not included in these financial statements.

At June 30, 2011, the balances of the Insurance Program Reserves are as follows:

|                                   |    |                |
|-----------------------------------|----|----------------|
| Severance Pay Reserve             | \$ | 382,162        |
| Mausoleum Insurance Reserve       |    | 239,248        |
| Hospitalization Insurance Reserve |    | 96,612         |
|                                   | \$ | <u>718,022</u> |

The Diocesan property and casualty insurance program is reported as a funded operation and the ending balance is included in designated net assets. This is a self-insurance program in which the parishes, schools and institutions of the Diocese also participate. The Diocese has entered into a stop-loss agreement with an insurance company to limit its losses to \$25,000 on individual claims and \$150,000 in the aggregate for the fiscal year ended June 30, 2011.

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**8) Restrictions on Net Assets**

Temporarily restricted net assets are the net assets of the Diocese that are restricted by donors for: (a) support of a particular operating activity, (b) investment for a specified term, (c) use in a specified future period, or (d) acquisition of long-lived assets.

Permanently restricted net assets represent the net assets of the Diocese restricted by donors for holdings of (a) assets, such as land or works of art, donated with stipulations that they be used for a specified purpose, be preserved, and not be sold, or (b) assets donated with the stipulation that they be invested to provide a permanent source of income.

Temporarily restricted net assets are available for the following purposes or periods:

|  |                     |
|--|---------------------|
| Perpetual Care Maintenance Reserve     | \$ 51,751           |
| Disaster Relief Fund                   | 882,741             |
| Miscellaneous Grants                   | 487,854             |
| Future Parish Sites                    | 218,600             |
| Lafourche Charities Fund               | 320,632             |
| Use restriction through June 30, 2041: |                     |
| Bishop's Residence                     | 400,000             |
|  | <u>\$ 2,361,578</u> |

Permanently restricted net assets are restricted for:

|   |                     |
|---|---------------------|
| Seminary Burse Funds                      | \$ 1,296,470        |
| Perpetual Care Deposit - Cemeteries Trust | 2,010,983           |
| Priest Retirement Endowment               | 226,875             |
| Lumen Christi Endowment                   | 92,088              |
| Catholic Social Services Endowment        | 264,528             |
| Sr. Stan Langninals Endowment             | 10,000              |
|   | <u>\$ 3,900,944</u> |

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by donors, as follows:

|                                  |                     |
|----------------------------------|---------------------|
| Cemetery perpetual care expenses | \$ 53,018           |
| Disaster relief expenses         | 822,052             |
| Project Learn                    | 8,205               |
| Other miscellaneous grants       | 373,643             |
|                                  | <u>\$ 1,256,918</u> |

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**9) Designated Net Assets**

Designated net assets represent net assets that have no donor-imposed restrictions but have been designated by management for the following:

|   |              |
|---|--------------|
| Priest Pension Fund                     | \$ 759,624   |
| Evangelization Fund                     | 191,051      |
| Bishop's Grant Fund                     | 4,297        |
| Vehicle Replacement Fund                | 62,763       |
|   | <hr/>        |
|   | 1,017,735    |
| Undistributed Funds - Funded Operations | 4,966,121    |
|   | <hr/>        |
|   | \$ 5,983,856 |

**10) Retirement Plans**

**A) Defined Contribution Plans.**

The Diocese sponsors two defined contribution plans as follows:

**401(a) Plan** - The Diocese established a defined contribution 401(a) plan to accept rollover contributions from the participants in the Defined Benefit Plan that was terminated in 1997. No further employee or employer contributions will be made to this plan.

**403(b) Plan** - For all eligible employees, the Diocese will contribute 2% of salary to the plan and an additional 2% of salary to the plan if the employee agrees to participate at the minimum level of 2% of salary. The Diocesan contribution to the plan increases, based on length of service, to a maximum of 4% for employees with 20 or more years of service. For the year ended June 30, 2011, Diocesan contributions to the plan were \$131,828.

**B) Priests' Pension Fund.**

The Diocese provides pension benefits to the retired priests of the Diocese under a plan that is not a qualified plan under the Internal Revenue Code and is not required to comply with the Employee Retirement Income Security Act of 1974.

**Summary of Principal Plan Provisions:**

All incardinated priests of the Diocese of Houma-Thibodaux are eligible for participation in the plan. The normal retirement eligibility requirement is attainment of age 65. Under normal retirement, the participant is paid for life at a rate of \$52 per month times the participant's years of service up to 25 years. If the participant remains in service beyond age 65, an additional accrued benefit of \$75 per month will be accrued for each year of continued service. The monthly benefit paid to retirees and the monthly accrued benefits for active participants are generally adjusted every other year. Early retirement requires attainment of age 55. The benefit for early retirement is calculated in the same manner as that of normal retirement, but reduced by 5% for each year early retirement proceeds normal retirement. Participants are 100% vested in their accrued benefits after 5 years of service.

On October 12, 2007, the Diocese established the Priest Retirement Trust to hold plan assets. The proceeds of the 2007 Series bonds and investments previously designated for the payment of priest retirement benefits were deposited into the trust. Current plan benefits are funded by periodic employer contributions in conformance with minimum funding recommendations and maximum suggested limitations and earnings on plan assets. Additional funding is also provided by voluntary contributions by the Diocese from excess reserves, proceeds of life insurance policies on priests and private donations.

The Diocese has not obtained an actuarial valuation of its priest pension liability as of its fiscal year end, and has not developed the disclosure information required by accounting standards generally accepted in

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the United States of America. Amounts reported in the balance sheet are based on a measurement of the benefit obligation as of June 30, 2000, which is the latest valuation available.

The funded status of the plan is as follows:

|   | <u>2011</u>         |
|---|---------------------|
| Pension benefit obligation at June 30, included<br>in liabilities on the statement of financial position<br>(measured on June 30, 2000) | \$ (4,675,635)      |
| Fair value of plan assets transferred to the Trust  | <u>7,158,224</u>    |
| Excess of plan assets over pension benefit<br>obligation (prepaid pension costs)  | <u>\$ 2,482,589</u> |

**11) Long-Term Debt**

On November 1, 2006, the Louisiana Public Facilities Authority (the Issuer) issued \$17,700,000 Louisiana Public Facilities Authority Variable Rate Demand Revenue Bonds (Diocese of Houma-Thibodaux Project), Series 2006 (the Series 2006 Bonds) pursuant to the terms and conditions of an Indenture of Trust between the Issuer and Regions Bank (the Trustee). The Series 2006 Bonds have a Standard & Poor's rating of "A+/A-1".

The bonds are issued pursuant to the terms and provisions of an Indenture of Trust (the Indenture). The proceeds of the Series 2006 Bonds are for the purpose of (i) financing the reconstruction, rehabilitation, restoration, construction, furnishing, improving and equipping of school buildings and other facilities owned and operated by the Diocese and (ii) paying costs of issuing the Bonds.

The Series 2006 Bonds will bear interest at a variable (market) rate of interest payable on the first business day of each month, commencing the first business day of January 2007, due through December 1, 2036. The interest rate is repriced weekly.

On July 1, 2007, the Roman Catholic Church of the Diocese of Houma-Thibodaux (the Issuer) issued \$6,480,000 The Roman Catholic Church of the Diocese of Houma-Thibodaux Variable Rate Demand Bonds Series 2007 (the Series 2007 Bonds) pursuant to the terms and provisions of an Indenture of Trust between the Issuer and Regions Bank (the Trustee). The Series 2007 Bonds have a Standard & Poor's rating of "A+/A-1".

The Series 2007 Bonds are issued pursuant to the terms and provisions of an Indenture of Trust (the Indenture). The proceeds of the Series 2007 Bonds are for the payment of (i) a portion of the Issuer's unfunded pension liabilities, and (ii) the costs of issuing the Series 2007 Bonds.

The Series 2007 Bonds will bear interest at a variable (market) rate of interest payable on the first business day of each month, commencing on November 1, 2007, due through December 1, 2037. The interest rate is repriced weekly.

On January 2, 2011, Capital One Public Funding, LLC (COPF) purchased all of the Series 2006 and Series 2007 bonds and the Indentures were amended. Under the amended Indentures, the interest rates were modified to equal 65% of LIBOR, plus 1.95% on the Series 2006 bonds and LIBOR plus 3.0% on the Series 2007 bonds. The amended Indentures also include "Put Provisions" allowing COPF to tender the bonds in 2015, 2020, 2025 and 2030 at a purchase price equal to the principal amount plus accrued interest on the Put Date, provided that COPF has given written notice not less than twelve (12) months prior to the proposed Put Date. The amended Indentures also eliminate the letters of credit securing the bonds and include provisions

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for optional redemptions at the option of the issuer. The annual mandatory redemption schedules in the Original Indentures were not modified.

Long-term debt consists of the following at June 30, 2011:

|  |                      |
|--|----------------------|
| \$17,700,000 demand revenue bonds dated November 1, 2006; due at various intervals through December 1, 2036; initial rate of 3.91% | \$ 12,975,000        |
| \$6,480,000 demand bonds dated November 1, 2007; due at various intervals through December 1, 2037; initial rate of 5.19%          | <u>6,480,000</u>     |
| Total long-term debt   | <u>\$ 19,455,000</u> |

Pursuant to the Reimbursement Agreement, the Bonds mature as follows:

| Year Ending<br>June 30, | Principal<br>Amount  | Series 2006<br>Principal<br>Amount | Series 2007<br>Principal<br>Amount |
|-------------------------|----------------------|------------------------------------|------------------------------------|
| 2012                    | \$ 495,000           | \$ 385,000                         | \$ 110,000                         |
| 2013                    | 515,000              | 400,000                            | 115,000                            |
| 2014                    | 540,000              | 415,000                            | 125,000                            |
| 2015                    | 560,000              | 430,000                            | 130,000                            |
| 2016                    | 585,000              | 450,000                            | 135,000                            |
| 2017 and thereafter     | <u>16,760,000</u>    | <u>10,895,000</u>                  | <u>5,865,000</u>                   |
|                         | <u>\$ 19,455,000</u> | <u>\$ 12,975,000</u>               | <u>\$ 6,480,000</u>                |

**Interest Rate Swap Agreement**

**Objective of the interest rate swap:** In order to hedge exposure to interest rate fluctuations on the Bonds, the Diocese entered into an interest rate swap agreement with Allied Irish Banks, p.l.c (the "Provider") as more fully described in the Master Agreement, Schedule to the Master Agreement and Confirmation dated November 28, 2006 (the "Swap Documents"). The Diocese is liable to the Provider to make swap payments and bond payments pursuant to the terms of the bond documents. Capitalized terms used herein but not defined shall have the meaning set forth in the Swap Documents.

**Terms:** Under the terms of the Swap, the Diocese pays a fixed rate of 3.91% on the Series 2006 bonds and 5.19% on the Series 2007 bonds, and the Provider pays a variable rate equal to 75% of the 1-month USD-LIBOR rate, as more fully described in the Swap Documents.

**Fair Value:** The fair value of the swap agreements as of June 30, 2011, which is not reported in the financial statements, was \$2,869,951 in favor of the Provider.

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**Credit Risk:** Credit risk is the risk that the counterparty will not fulfill its obligations. At June 30, 2011, the Diocese is not exposed to credit risk because the swap has a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the Diocese would be exposed to credit risk in the amount of the swap's fair value.

**Basis Risk:** Basis risk is the risk that arises when variable interest rates on a swap and the associated debt are based on different indexes. The interest rates for both the swap and the bonds are based on LIBOR; therefore, the Diocese is not subject to basis risk.

**Termination Risk:** The Diocese or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap agreement may be terminated if either party fails to make payment, when due, under the swap agreement; breaches the agreement; made or repeated or deemed to have made or repeated a misrepresentation; bankrupts; or merges without assumption or commits an illegality. If the swap is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if at the time of termination the swap has a negative fair value, the Diocese would be liable to the counterparty for a payment equal to the swap's fair value.

**Rollover Risk:** Rollover risk is the risk that the swap does not extend to the maturity of the associated debt. The Diocese is not exposed to rollover risk because the swap terminates in conjunction with the maturity of the associated bonds.

**Interest Rate Risk:** Interest rate risk is the risk that the interest rate will change over some interval while the bonds are outstanding. The Diocese has entered into this fixed rate swap agreement to mitigate interest risk associated with the underlying variable rate bonds.

**12) Post-Retirement Benefits Other Than Pensions**

The Diocese provides health insurance, long-term care benefits and long-term disability benefits for its retired priests. The benefits provided are coordinated with Medicare and/or are supplemented with other insurance policies provided by the Diocese. At June 30, 2011, the accrued liability for postretirement benefits other than pensions was \$325,010.

The Diocese has not obtained an actuarial valuation of its postretirement health care benefit liability within three months of its fiscal year-end, and has not developed certain information for inclusion and disclosure in the financial statements. The postretirement benefit obligation reported in the balance sheet is an estimate by management.

**13) Commitments**

The Diocese has contractual obligations and commitments outstanding at June 30, 2011 for renovations or additions to Diocesan parishes, schools and institutions properties for approximately \$9,933,856. Of the total contract obligations, approximately \$778,303 had been paid as of June 30, 2011 and \$9,155,553 remains to be advanced to the parishes and institutions by way of Central Finance deposit withdrawals or loans.

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**14) Contingencies**

The Diocese is named as defendant in various lawsuits and threatened litigation arising from its operations. While the outcome of these lawsuits and threatened litigation cannot be predicted with certainty, management does not expect these matters to have a material adverse effect on the financial condition of the Diocese.

There is no loss accrual provision associated with litigation or threatened litigation contained in the financial statements as management cannot reasonably estimate the range of possible loss, if any.

**15) Functional Expenses**

The costs of providing various programs and activities are summarized on a functional basis as follows:

|   |                      |
|---|----------------------|
| Program service expenses:   |                      |
| Charitable and social services programs                                 | \$ 2,269,246         |
| Evangelization and education programs                                   | 3,875,321            |
| Central finance program   | 1,401,843            |
| Assistance and support for parishes and institutions within the Diocese | 3,012,456            |
| Other programs  | <u>1,078,833</u>     |
| Total program expenses  | \$ 11,637,699        |
| Support service expenses:   |                      |
| General and administrative expenses:                                    |                      |
| Interest and amortization of bond costs                                 | 1,547,001            |
| Other general and administrative expenses                               | 972,665              |
| Stewardship and development expenses                                    | <u>206,797</u>       |
| Total supporting service expenses                                       | <u>2,726,463</u>     |
| Total expenses  | <u>\$ 14,364,162</u> |

**16) Stewardship and Development**

The Diocese has three stewardship and development programs. The first is the Annual Bishop's Appeal, the second is the Stewardship Program for the benefit of parishes within the Diocese and the third is the Catholic School Development Program. The Annual Bishop's Appeal is a program to raise funds for discretionary use by the Diocese in support of various Diocesan, school and parish programs. The Stewardship Program is coordinated by the Diocesan Stewardship Office to assist Parishes of the Diocese in implementing a sacrificial giving program for the benefit of the Parishes. The Catholic School Development Program is coordinated by the Diocesan Office of Catholic Schools to assist the schools of the Diocese in their development efforts.

**17) Subsequent Events**

Management evaluates events subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through December 16, 2011, the date the financial statements were available for issuance.

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*Schedule of Funded Operations and Subsidies*  
*Year Ended June 30, 2011*

|   | St. Lucy<br>Daycare | Cemetery<br>Office | Charity<br>Programs | Insurance and<br>Employee<br>Benefits | Assisi<br>Bridge House |
|---|---------------------|--------------------|---------------------|---------------------------------------|------------------------|
| Revenue and other support:                        |                     |                    |                     |                                       |                        |
| Income  | \$ 283,999          | \$ 92,202          | \$ 788,410          | \$ 2,950,034                          | \$ 225,888             |
| Net assets released from restrictions             | 8,205               | -                  | -                   | -                                     | 39,675                 |
| Total revenues and other support                  | 292,204             | 92,202             | 788,410             | 2,950,034                             | 265,563                |
| Expenses:   |                     |                    |                     |                                       |                        |
| Salaries - lay personnel                          | 116,266             | 57,900             | 164,692             | 138,722                               | 117,239                |
| Salaries - Religious                              | -                   | -                  | 10,568              | -                                     | -                      |
| Payroll taxes                                     | 8,803               | 4,106              | 11,682              | 9,412                                 | 8,629                  |
| Group insurance                                   | 31,983              | 8,871              | 22,536              | 20,374                                | -                      |
| Pension and other employee benefits               | 4,099               | 3,574              | 9,817               | 6,765                                 | 6,952                  |
| Dues, subscriptions, assessments                  | -                   | -                  | 2,182               | 1,444                                 | 805                    |
| Conferences, workshops, travel                    | 998                 | -                  | 14,766              | -                                     | 10,681                 |
| Communications, public relations                  | -                   | 992                | 3,346               | 1,071                                 | 239                    |
| Business allowance/reimbursement                  | -                   | 5,670              | 9,384               | 13,879                                | -                      |
| Books, pamphlets, etc.                            | -                   | -                  | 148                 | 97                                    | -                      |
| Workshops, meetings and other<br>program expenses | -                   | -                  | 267,920             | 6,705                                 | 1,989                  |
| Telephone   | 2,126               | -                  | 7,744               | -                                     | 3,712                  |
| Supplies and expenses                             | 26,210              | -                  | 6,461               | -                                     | 2,498                  |
| Utilities and occupancy                           | 13,234              | -                  | 9,931               | -                                     | 10,338                 |
| Maintenance and repairs                           | 38,032              | 359                | 11,323              | -                                     | 14,671                 |
| Insurance expense                                 | -                   | -                  | 7,990               | 2,230,923                             | 33,045                 |
| Claims and related cost                           | -                   | -                  | -                   | 164,340                               | -                      |
| Legal and professional fees                       | 755                 | -                  | -                   | -                                     | 19,562                 |
| Emergency assistance/disaster relief              | -                   | -                  | 42,599              | -                                     | 3,092                  |
| Daycare nutrition program                         | 42,547              | -                  | -                   | -                                     | -                      |
| Cemetery operating expense                        | -                   | -                  | -                   | -                                     | -                      |
| Retreat center operating expense                  | -                   | -                  | -                   | -                                     | -                      |
| Newspaper production and circulation              | -                   | -                  | -                   | -                                     | -                      |
| Renovation/equipment                              | -                   | -                  | -                   | -                                     | 633                    |
| Central Finance interest and administration       | -                   | -                  | -                   | -                                     | -                      |
| Total expenses                                    | 285,053             | 81,472             | 603,049             | 2,593,532                             | 234,265                |
| Excess (deficiency) of income over<br>expenses    | 7,151               | 10,730             | 185,361             | 356,502                               | 31,298                 |
| Administrative transfers                          | -                   | -                  | -                   | -                                     | (12,000)               |
| Change in net assets                              | 7,151               | 10,730             | 185,361             | 356,502                               | 19,298                 |
| Net assets at beginning of year                   | 46,742              | 363,520            | 512,110             | 1,898,657                             | 88,451                 |
| Net assets at end of year                         | \$ 53,893           | \$ 374,250         | \$ 697,471          | \$ 2,255,359                          | \$ 107,749             |

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Schedule of Funded Operations and Subsidies  
Year Ended June 30, 2011

|   | Assisi<br>Bridge House<br>Phase 4 | Catholic<br>Housing<br>Service | Micro-<br>Enterprise<br>Program | Foster<br>Grandparent<br>Program | St. Joseph<br>Cemetery |
|---|-----------------------------------|--------------------------------|---------------------------------|----------------------------------|------------------------|
| Revenue and other support:                        |                                   |                                |                                 |                                  |                        |
| Income  | \$ 27,830                         | \$ 56,595                      | \$ 9,656                        | \$ 307,498                       | \$ 308,340             |
| Net assets released from restrictions             | -                                 | -                              | -                               | -                                | 53,018                 |
| <b>Total revenues and other support</b>           | <b>27,830</b>                     | <b>56,595</b>                  | <b>9,656</b>                    | <b>307,498</b>                   | <b>361,358</b>         |
| Expenses:   |                                   |                                |                                 |                                  |                        |
| Salaries - lay personnel                          | 11,900                            | 51,512                         | 26,725                          | 47,943                           | 112,812                |
| Salaries - Religious                              | -                                 | -                              | -                               | -                                | -                      |
| Payroll taxes                                     | -                                 | 3,580                          | 1,971                           | 3,123                            | 9,938                  |
| Group insurance                                   | -                                 | 8,219                          | 4,632                           | 7,247                            | 28,880                 |
| Pension and other employee benefits               | -                                 | 2,582                          | 1,133                           | 2,084                            | 8,038                  |
| Dues, subscriptions, assessments                  | -                                 | 300                            | -                               | 120                              | 3,583                  |
| Conferences, workshops, travel                    | -                                 | 3,557                          | -                               | 28,218                           | -                      |
| Communications, public relations                  | -                                 | -                              | 1,412                           | 44                               | -                      |
| Business allowance/reimbursement                  | -                                 | 218                            | 174                             | 1,840                            | -                      |
| Books, pamphlets, etc.                            | -                                 | -                              | -                               | -                                | -                      |
| Workshops, meetings and other<br>program expenses | -                                 | 6,000                          | -                               | 206,300                          | -                      |
| Telephone   | 398                               | 2,713                          | 1,742                           | 2,072                            | -                      |
| Supplies and expenses                             | -                                 | 624                            | 167                             | 7,363                            | 14,148                 |
| Utilities and occupancy                           | 9,097                             | 3,456                          | 1,440                           | -                                | 1,705                  |
| Maintenance and repairs                           | 130                               | -                              | -                               | -                                | 113,160                |
| Insurance expense                                 | 180                               | -                              | -                               | 821                              | 9,015                  |
| Claims and related cost                           | -                                 | -                              | -                               | -                                | -                      |
| Legal and professional fees                       | 255                               | 1,630                          | 170                             | 343                              | 545                    |
| Emergency assistance/disaster relief              | -                                 | -                              | -                               | -                                | -                      |
| Daycare nutrition program                         | -                                 | -                              | -                               | -                                | -                      |
| Cemetery operating expense                        | -                                 | -                              | -                               | -                                | 113,837                |
| Retreat center operating expense                  | -                                 | -                              | -                               | -                                | -                      |
| Newspaper production and circulation              | -                                 | -                              | -                               | -                                | -                      |
| Renovation/equipment                              | -                                 | -                              | -                               | -                                | -                      |
| Central Finance Interest and administration       | -                                 | -                              | -                               | -                                | -                      |
| <b>Total expenses</b>                             | <b>21,950</b>                     | <b>84,369</b>                  | <b>39,566</b>                   | <b>307,498</b>                   | <b>415,659</b>         |
| Excess (deficiency) of income over<br>expenses    | 5,870                             | (27,774)                       | (29,910)                        | -                                | (54,301)               |
| Administrative transfers                          | -                                 | -                              | -                               | -                                | -                      |
| Change in net assets                              | 5,870                             | (27,774)                       | (29,910)                        | -                                | (54,301)               |
| Net assets at beginning of year                   | 35,111                            | 749,697                        | 458,574                         | -                                | 1,319,878              |
| Net assets at end of year                         | \$ 40,781                         | \$ 721,923                     | \$ 428,664                      | \$ -                             | \$ 1,265,577           |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU**  
*Schedule of Funded Operations and Subsidies*  
*Year Ended June 30, 2011*

|   | Lumen<br>Christi | Bayou<br>Catholic | Central<br>Finance | Disaster<br>Services | Total        |
|---|------------------|-------------------|--------------------|----------------------|--------------|
| Revenue and other support:                        |                  |                   |                    |                      |              |
| Income  | \$ 241,846       | \$ 214,018        | \$ 1,923,236       | \$ 1,000             | \$ 7,430,352 |
| Net assets released from restrictions             | -                | -                 | -                  | 732,052              | 832,950      |
| Total revenues and other support                  | 241,846          | 214,018           | 1,923,236          | 733,052              | 8,263,302    |
| Expenses:   |                  |                   |                    |                      |              |
| Salaries - lay personnel                          | 149,584          | 195,912           | -                  | 7,588                | 1,198,795    |
| Salaries - Religious                              | 10,366           | -                 | -                  | -                    | 20,934       |
| Payroll taxes                                     | 11,085           | 13,733            | -                  | 578                  | 86,820       |
| Group insurance                                   | 34,781           | 25,655            | -                  | 1,545                | 194,723      |
| Pension and other employee benefits               | 11,638           | 12,453            | -                  | 287                  | 69,402       |
| Dues, subscriptions, assessments                  | 32               | 4,952             | -                  | -                    | 13,398       |
| Conferences, workshops, travel                    | -                | 2,343             | -                  | -                    | 60,563       |
| Communications, public relations                  | 973              | 1,694             | -                  | 8,404                | 18,175       |
| Business allowance/reimbursement                  | 4,480            | 20,944            | -                  | 401                  | 56,768       |
| Books, pamphlets, etc.                            | -                | 4                 | -                  | 5,130                | 5,379        |
| Workshops, meetings and other<br>program expenses | 180              | -                 | -                  | -                    | 489,074      |
| Telephone   | -                | -                 | -                  | 608                  | 21,113       |
| Supplies and expenses                             | 10,734           | 3,422             | -                  | 14,063               | 85,688       |
| Utilities and occupancy                           | 50,632           | -                 | -                  | -                    | 99,833       |
| Maintenance and repairs                           | 36,737           | -                 | -                  | 2,228                | 216,640      |
| Insurance expense                                 | -                | -                 | -                  | -                    | 2,281,974    |
| Claims and related cost                           | -                | -                 | -                  | -                    | 184,340      |
| Legal and professional fees                       | -                | 375               | -                  | -                    | 23,635       |
| Emergency assistance/disaster relief              | -                | -                 | -                  | 692,222              | 737,913      |
| Daycare nutrition program                         | -                | -                 | -                  | -                    | 42,547       |
| Cemetery operating expense                        | -                | -                 | -                  | -                    | 113,837      |
| Retreat center operating expense                  | 52,352           | -                 | -                  | -                    | 52,352       |
| Newspaper production and circulation              | -                | 297,502           | -                  | -                    | 297,502      |
| Renovation/equipment                              | -                | -                 | -                  | -                    | 633          |
| Central Finance interest and administration       | -                | -                 | 1,401,843          | -                    | 1,401,843    |
| Total expenses                                    | 373,574          | 578,989           | 1,401,843          | 733,052              | 7,753,881    |
| Excess (deficiency) of income over<br>expenses    | (131,728)        | (364,971)         | 521,393            | -                    | 509,421      |
| Administrative transfers                          | 154,580          | 301,517           | -                  | -                    | 444,077      |
| Change in net assets                              | 22,832           | (63,454)          | 521,393            | -                    | 953,498      |
| Net assets at beginning of year                   | (39,037)         | (466,742)         | (954,538)          | -                    | 4,012,623    |
| Net assets at end of year                         | \$ (16,205)      | \$ (530,196)      | \$ (433,145)       | \$ -                 | \$ 4,966,121 |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU**  
*Schedule of Operating Expenses*  
*Year Ended June 30, 2011*

|  | General           | Computer          | Technology         |                  | Building         | Formation        | Tribunal         | Office of         |
|--|-------------------|-------------------|--------------------|------------------|------------------|------------------|------------------|-------------------|
|  | Administration    | Operations        | Bishop's Residence | Support Program  | Office           | Office           | Office           | Family Ministries |
| Salaries - lay personnel               | \$ 316,848        | \$ 47,558         | \$ 18,315          | \$ 33,880        | \$ 33,821        | \$ 18,910        | \$ 44,358        | \$ 114,070        |
| Payroll taxes                          | 21,831            | 3,361             | 1,305              | 2,798            | 2,784            | 1,424            | 3,343            | 7,689             |
| Group insurance                        | 159,880           | 6,145             | 6,963              | 4,848            | 3,901            | 1,180            | 6,201            | 24,823            |
| Pension and other employee benefits    | 17,777            | 2,780             | 1,050              | 2,484            | 2,460            | 1,389            | 2,132            | 8,437             |
| Religious salaries and pension         | 27,890            | -                 | -                  | -                | -                | -                | -                | -                 |
| Dues, subscriptions, assessments, etc. | 2,701             | -                 | 343                | -                | -                | -                | 312              | 457               |
| Conferences, workshops, & travel       | 8,056             | -                 | -                  | -                | -                | 1,432            | 1,235            | 1,318             |
| Communications & public relations      | 7,662             | 160               | -                  | -                | 180              | 359              | 200              | 1,526             |
| Business allowance/reimbursement       | 15,840            | 8,596             | -                  | 4,050            | 4,860            | 1,539            | 403              | 8,115             |
| Books, pamphlets, etc.                 | 328               | 184               | -                  | 54               | -                | -                | 206              | 69                |
| Special functions                      | 10,845            | -                 | -                  | -                | -                | -                | -                | -                 |
| Grants to parishes                     | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Hospital chapel expenses               | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Telephone                              | 13,910            | 677               | 1,883              | -                | -                | -                | -                | -                 |
| Young adult ministry                   | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| U.S. Catholic Conference               | 22,164            | -                 | -                  | -                | -                | -                | -                | -                 |
| Papal quota                            | 22,114            | -                 | -                  | -                | -                | -                | -                | -                 |
| Louisiana Catholic Conference          | 30,150            | -                 | -                  | -                | -                | -                | -                | -                 |
| Computer replacement                   | 29,355            | 6,952             | -                  | -                | -                | -                | -                | -                 |
| Building maintenance & repairs         | 49,495            | -                 | -                  | -                | -                | -                | -                | -                 |
| Equipment maintenance & repairs        | -                 | 18,451            | 7,009              | 324              | -                | -                | 893              | 1,663             |
| Office supplies                        | 25,725            | 30,504            | 7,043              | 10,182           | 94               | -                | 169              | 97                |
| Accounting fees                        | 38,000            | -                 | -                  | -                | -                | -                | -                | -                 |
| Utilities                              | 53,697            | -                 | 7,085              | -                | -                | -                | -                | -                 |
| Legal fees/professional services       | 63,884            | -                 | -                  | -                | -                | -                | -                | -                 |
| Postage                                | 30,524            | -                 | -                  | -                | -                | -                | -                | -                 |
| Copying and printing                   | 5,991             | -                 | -                  | -                | -                | -                | -                | -                 |
| Contributions                          | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Priest retreats & continuing education | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Program expenses                       | -                 | -                 | -                  | -                | -                | 51,661           | 8,780            | 21,774            |
| Departmental workshops                 | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Series 2006 bond issuance amortization | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Series 2006 bond interest, net         | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Series 2007 bond issuance amortization | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
| Series 2007 bond interest, net         | -                 | -                 | -                  | -                | -                | -                | -                | -                 |
|  | <u>\$ 872,665</u> | <u>\$ 126,366</u> | <u>\$ 50,996</u>   | <u>\$ 58,629</u> | <u>\$ 47,880</u> | <u>\$ 78,894</u> | <u>\$ 68,232</u> | <u>\$ 188,038</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAUX**  
*Schedule of Operating Expenses*  
*Year Ended June 30, 2011*

|  | Office of<br>Youth<br>Ministries | Archives         | Office of<br>Worship | Cemeteries<br>Trust | Commun.<br>Office | Catholic<br>Schools<br>Office | Safe<br>Environment<br>Compliance | Conference<br>Office |
|--|----------------------------------|------------------|----------------------|---------------------|-------------------|-------------------------------|-----------------------------------|----------------------|
| Salaries - lay personnel               | \$ 85,178                        | \$ 31,390        | \$ 35,287            | \$ 11,432           | \$ 50,581         | \$ 99,538                     | \$ -                              | \$ -                 |
| Payroll taxes                          | 8,766                            | 2,382            | 2,657                | 820                 | 3,741             | 8,256                         | -                                 | -                    |
| Group insurance                        | 10,408                           | 6,621            | 6,399                | 2,164               | 2,974             | 17,296                        | -                                 | -                    |
| Pension and other employee benefits    | 3,804                            | 537              | 3,474                | 597                 | 2,355             | 4,290                         | -                                 | -                    |
| Religious salaries and pension         | -                                | -                | 8,941                | -                   | -                 | 34,806                        | -                                 | -                    |
| Dues, subscriptions, assessments, etc. | 528                              | 50               | 1,620                | -                   | -                 | 757                           | -                                 | -                    |
| Conferences, workshops, & travel       | 955                              | -                | 2,891                | -                   | -                 | 1,839                         | 11,402                            | -                    |
| Communications & public relations      | 2,252                            | 533              | 159                  | -                   | 1,261             | 1,517                         | 210                               | -                    |
| Business allowance/reimbursement       | 8,635                            | -                | 4,460                | 810                 | 2,014             | 12,151                        | -                                 | -                    |
| Books, pamphlets, etc.                 | -                                | 200              | 3,848                | -                   | -                 | 181                           | -                                 | -                    |
| Special functions                      | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Grants to parishes                     | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Hospital chapel expenses               | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Telephone                              | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Young adult ministry                   | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| U.S. Catholic Conference               | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Papal quota                            | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Louisiana Catholic Conference          | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Computer replacement                   | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Building maintenance & repairs         | -                                | 6,438            | -                    | -                   | -                 | -                             | -                                 | -                    |
| Equipment maintenance & repairs        | 3,454                            | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Office supplies                        | 2,432                            | 1,932            | 1,211                | -                   | -                 | 704                           | 5,564                             | -                    |
| Accounting fees                        | -                                | -                | -                    | 4,850               | -                 | -                             | 7,308                             | -                    |
| Utilities                              | -                                | 10,653           | -                    | -                   | -                 | -                             | -                                 | -                    |
| Legal fees/professional services       | -                                | -                | -                    | -                   | -                 | -                             | 5,648                             | -                    |
| Postage                                | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Copying and printing                   | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Contributions                          | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Priest retreats & continuing education | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Program expenses                       | 136,345                          | 17,721           | 1,053                | -                   | 191,931           | 221,095                       | -                                 | 575,025              |
| Departmental workshops                 | -                                | -                | 11,840               | -                   | -                 | -                             | -                                 | -                    |
| Series 2006 bond issuance amortization | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Series 2006 bond interest, net         | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Series 2007 bond issuance amortization | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
| Series 2007 bond interest, net         | -                                | -                | -                    | -                   | -                 | -                             | -                                 | -                    |
|  | <u>\$ 260,757</u>                | <u>\$ 77,435</u> | <u>\$ 83,640</u>     | <u>\$ 20,673</u>    | <u>\$ 254,857</u> | <u>\$ 402,430</u>             | <u>\$ 30,128</u>                  | <u>\$ 575,025</u>    |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAUX**  
*Schedule of Operating Expenses*  
Year Ended June 30, 2011

|  | Hispanic<br>Ministry | Education<br>to Ministry | Stewardship<br>Office | Religious<br>Education<br>Office | Pastoral<br>Staffing<br>Office | Other<br>Programs | Debt<br>Service     | Total               |
|--|----------------------|--------------------------|-----------------------|----------------------------------|--------------------------------|-------------------|---------------------|---------------------|
| Salaries - lay personnel               | \$ -                 | \$ 51,972                | \$ 80,412             | \$ 105,475                       | \$ 81,503                      | \$ -              | \$ -                | \$ 1,241,324        |
| Payroll taxes                          | -                    | 3,783                    | 8,181                 | 7,852                            | 4,009                          | -                 | -                   | 90,870              |
| Group insurance                        | 9,739                | 12,370                   | 8,019                 | 17,005                           | 12,444                         | -                 | -                   | 319,381             |
| Pension and other employee benefits    | 3,309                | 2,120                    | 3,732                 | 4,358                            | 3,038                          | -                 | -                   | 68,121              |
| Religious salaries and pension         | 81,182               | -                        | -                     | -                                | -                              | -                 | -                   | 132,799             |
| Dues, subscriptions, assessments, etc. | 38                   | 850                      | 1,453                 | 882                              | 156                            | -                 | -                   | 10,147              |
| Conferences, workshops, & travel       | 6,142                | 2,368                    | 2,595                 | 8,053                            | 970                            | -                 | -                   | 50,056              |
| Communications & public relations      | 1,404                | 25,179                   | 18,866                | 2,069                            | -                              | -                 | -                   | 61,517              |
| Business allowance/reimbursement       | 29,400               | 2,518                    | 7,695                 | 8,383                            | 1,559                          | -                 | -                   | 121,028             |
| Books, pamphlets, etc.                 | 2,612                | -                        | -                     | 22                               | 192                            | -                 | -                   | 7,896               |
| Special functions                      | -                    | -                        | 345                   | -                                | -                              | -                 | -                   | 11,190              |
| Grants to parishes                     | -                    | -                        | -                     | -                                | -                              | 287,840           | -                   | 287,840             |
| Hospital chapel expenses               | -                    | -                        | -                     | -                                | -                              | 70,926            | -                   | 70,826              |
| Telephone                              | -                    | 39                       | -                     | -                                | -                              | -                 | -                   | 16,509              |
| Young adult ministry                   | -                    | -                        | -                     | -                                | -                              | 19,074            | -                   | 19,074              |
| U.S. Catholic Conference               | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 22,184              |
| Papal quota                            | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 22,114              |
| Louisiana Catholic Conference          | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 30,150              |
| Computer replacement                   | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 38,307              |
| Building maintenance & repairs         | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 54,931              |
| Equipment maintenance & repairs        | -                    | -                        | 289                   | -                                | -                              | -                 | -                   | 33,083              |
| Office supplies                        | 1,186                | 2,701                    | -                     | 1,441                            | 35                             | -                 | -                   | 91,040              |
| Accounting fees                        | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 48,156              |
| Utilities                              | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 71,435              |
| Legal fees/professional services       | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 69,530              |
| Postage                                | -                    | -                        | 11,554                | -                                | -                              | -                 | -                   | 42,078              |
| Copying and printing                   | -                    | -                        | 7,883                 | -                                | -                              | -                 | -                   | 13,874              |
| Contributions                          | -                    | -                        | -                     | -                                | -                              | 12,455            | -                   | 12,455              |
| Priest retreats & continuing education | -                    | -                        | -                     | -                                | -                              | 18,263            | -                   | 18,263              |
| Program expenses                       | 16,894               | 586,189                  | 59,783                | 61,028                           | -                              | 27,825            | -                   | 1,977,082           |
| Departmental workshops                 | -                    | -                        | -                     | -                                | -                              | -                 | -                   | 11,840              |
| Series 2006 bond issuance amortization | -                    | -                        | -                     | -                                | -                              | -                 | 53,814              | 53,814              |
| Series 2006 bond interest, net         | -                    | -                        | -                     | -                                | -                              | -                 | 927,004             | 827,004             |
| Series 2007 bond issuance amortization | -                    | -                        | -                     | -                                | -                              | -                 | 7,103               | 7,103               |
| Series 2007 bond interest, net         | -                    | -                        | -                     | -                                | -                              | -                 | 559,280             | 559,280             |
|  | <u>\$ 131,896</u>    | <u>\$ 690,089</u>        | <u>\$ 208,797</u>     | <u>\$ 217,566</u>                | <u>\$ 83,904</u>               | <u>\$ 438,383</u> | <u>\$ 1,547,001</u> | <u>\$ 8,610,281</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU**  
*Schedule of Income of Funded Operations*  
Year Ended June 30, 2011

Cemeteries Office

|                                |    |              |        |
|--------------------------------|----|--------------|--------|
| Commissions on mausoleum sales | \$ | 87,177       |        |
| Burial fees                    |    | <u>5,025</u> |        |
|                                | \$ |              | 92,202 |

St. Lucy Daycare

|                          |              |         |
|--------------------------|--------------|---------|
| Service fees             | 178,485      |         |
| Nutrition program income | 31,252       |         |
| Grants                   | 72,067       |         |
| Grants                   | <u>2,195</u> |         |
|                          |              | 283,999 |

Catholic Charities Programs:

|                              |                |         |
|------------------------------|----------------|---------|
| Christmas collection - quota | 248,830        |         |
| Grants                       | 27,705         |         |
| Human development            | 15,489         |         |
| Donations                    | 334,405        |         |
| Federal emergency assistance | 8,494          |         |
| Other income                 | <u>153,487</u> |         |
|                              |                | 788,410 |

Diocesan Insurance Program:

|                               |                |           |
|-------------------------------|----------------|-----------|
| Parish insurance revenue      | 1,963,155      |           |
| High school insurance revenue | 637,243        |           |
| Other insurance revenue       | <u>349,636</u> |           |
|                               |                | 2,950,034 |

Assisi Bridge House:

|                                |               |         |
|--------------------------------|---------------|---------|
| Federal and state grants       | 142,075       |         |
| United Way allocations         | 54,664        |         |
| Service fees                   | 11,410        |         |
| Contributions & special events | <u>17,739</u> |         |
|                                |               | 225,888 |

Assisi Bridge House Phase IV:

|                          |              |        |
|--------------------------|--------------|--------|
| Federal and state grants | 21,170       |        |
| Service fees             | <u>6,460</u> |        |
|                          |              | 27,630 |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU**  
*Schedule of Income of Funded Operations*  
*Year Ended June 30, 2011*

Catholic Housing Service:

|                                       |               |        |
|---------------------------------------|---------------|--------|
| Interest earned on designated reserve | 14,214        |        |
| Grants and donations                  | <u>42,381</u> | 56,595 |

Micro Enterprise Program:

|                                       |  |       |
|---------------------------------------|--|-------|
| Interest earned on designated reserve |  | 9,656 |
|---------------------------------------|--|-------|

Foster Grandparent Program:

|               |              |         |
|---------------|--------------|---------|
| Federal grant | 303,498      |         |
| Other income  | <u>4,000</u> | 307,498 |

St. Joseph Cemetery:

|  |               |         |
|--|---------------|---------|
| Sales of tombs, vaults & crypts                    | 85,680        |         |
| Dues, fees and commissions                         | 164,619       |         |
| Interest earned on surplus funds                   | 16,029        |         |
| Other income and assets released from restrictions | <u>42,012</u> | 308,340 |

Lumen Christi Retreat Center:

|              |  |         |
|--------------|--|---------|
| Retreat fees |  | 241,846 |
|--------------|--|---------|

H-T Publishing Company:

|              |              |         |
|--------------|--------------|---------|
| Advertising  | 211,197      |         |
| Other income | <u>2,821</u> | 214,018 |

Central Finance:

|                   |  |           |
|-------------------|--|-----------|
| Investment return |  | 1,923,236 |
|-------------------|--|-----------|

Disaster Services

|                      |  |              |
|----------------------|--|--------------|
| Grants and donations |  | <u>1,000</u> |
|----------------------|--|--------------|

|  |           |                  |
|--|-----------|------------------|
|  | <u>\$</u> | <u>7,430,352</u> |
|--|-----------|------------------|

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU**  
*Schedule of Other Undistributed Funds*  
*Year Ended June 30, 2011*

| <u>Other Undistributed Funds</u>                 |                              |                   |  | <u>Ending<br/>Balance<br/>(included in<br/>Accounts<br/>Payable - other)</u> |
|--|------------------------------|-------------------|--|--|
|  | <u>Beginning<br/>Balance</u> | <u>Receipts</u>   | <u>Distributions<br/>&amp; Transfers</u> |  |
| <b><u>Diocesan and National Collections:</u></b> |                              |                   |  |  |
| Campaign for Human Development                   | \$ (1)                       | \$ 32,990         | \$ 32,634                                | \$ 355   |
| Peter's Pence collection                         | 14,755                       | 44,690            | 33,484                                   | 25,961   |
| Bishop's Welfare Fund                            | 963                          | 41,660            | 2,745                                    | 39,878   |
| Special Diocesan Collection                      | 118,688                      | 155,958           | 217,671                                  | 56,975   |
| Holy Land  | 29,535                       | 32,177            | 31,635                                   | 30,077   |
| Communications                                   | 10,153                       | 24,874            | 25,206                                   | 9,821  |
| Rice Bowl  | 21,505                       | 20,087            | 27,784                                   | 13,808   |
| Latin American Church                            | 1,524                        | 32,148            | 33,151                                   | 521  |
| Black and Indian missions                        | 26,861                       | 31,065            | 57,451                                   | 475  |
| Catholic University collection                   | 1,083                        | 25,453            | 25,516                                   | 1,020  |
| Catholic Home mission                            | 27,817                       | 32,031            | 30,032                                   | 29,816   |
| Total Diocesan collections                       | <u>252,883</u>               | <u>473,133</u>    | <u>517,309</u>                           | <u>208,707</u>   |
| Total Undistributed<br>Funds - Other             | <u>\$ 252,883</u>            | <u>\$ 473,133</u> | <u>\$ 517,309</u>                        | <u>\$ 208,707</u>  |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

**Schedule Seminary Burse Funds**

**June 30, 2011 and 2010**

The following is a listing of burse funds that have been received by the Diocese since the burse program was instituted by the Diocese. These funds are permanently restricted and the principal amount is to remain intact with only the income being used for the purpose of educating seminarians.

|                                    | <u>2011</u> |    | <u>2010</u> |
|------------------------------------|-------------|----|-------------|
| Harry Booker                       | \$ 19,138   | \$ | 19,138      |
| Judge & Mrs. L. P. Caillouet       | 15,000      |    | 15,000      |
| Harvey Peltier                     | 460,487     |    | 460,487     |
| Endowment fund                     | 119,137     |    | 119,137     |
| Fr. Kasimir Chmielewski            | 4,839       |    | 4,839       |
| Mr. George Fakier, Sr.             | 6,500       |    | 6,000       |
| Fr. Peter Nies                     | 5,378       |    | 5,368       |
| Mr. & Mrs. John Marmande           | 700         |    | 700         |
| Mr. Eledier Broussard              | 10,700      |    | 10,500      |
| Msgr. Joseph Wester                | 15,000      |    | 15,000      |
| Mr. & Mrs. Caliste Duplantis       | 50,000      |    | 50,000      |
| Rev. Charles Menard                | 15,000      |    | 15,000      |
| Rev. Kermit Trahan                 | 15,000      |    | 15,000      |
| H. Clay Duplantis, Sr. and Evelida |             |    |             |
| Daspit Duplantis                   | 25,000      |    | 25,000      |
| Msgr. Raphael C. Labit             | 25,600      |    | 25,480      |
| Dr. & Mrs. H. P. St. Martin        | 20,000      |    | 20,000      |
| C. Remie Duplantis                 | 25,000      |    | 25,000      |
| Rev. Clemens Schneider             | 1,000       |    | 1,000       |
| St. Jude                           | 3,000       |    | 3,000       |
| Mrs. Marie E. Duplantis            | 25,000      |    | 25,000      |
| Maude and Edith Daspit             | 25,000      |    | 25,000      |
| Rev. Henry Naquin                  | 3,449       |    | 3,185       |
| Rev. Anthony Russo                 | 750         |    | 700         |
| Rev. Adrian J. Caillouet           | 15,000      |    | 15,000      |
| Rev. William M. Fleming            | 5,000       |    | 5,000       |
| Bishop Warren L. Boudreaux         | 46,000      |    | 46,000      |
| Msgr. George A. Landry             | 10,000      |    | 10,000      |
| Diocesan K of C                    | 17,895      |    | 17,895      |
| Fr. Victor Toth                    | 7,000       |    | 7,000       |
| Catholic Daughters                 | 2,930       |    | 2,530       |
| Claude Bergeron                    | 200         |    | 150         |
| Anawim Community                   | 1,500       |    | 1,300       |
| J.R. Occhipinti                    | 3,400       |    | 3,400       |
| St. Joseph Italian Society         | 1,000       |    | 1,000       |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Schedule Seminary Burse Funds*

*June 30, 2011 and 2010*

|                                    | <u>2011</u>         | <u>2010</u>         |
|------------------------------------|---------------------|---------------------|
| Mr. & Mrs. Arthur Naquin, Sr.      | 150                 | 150                 |
| Mr. & Mrs. Galip Jacobs            | 3,060               | 2,060               |
| Robert Wright, Jr.                 | 15,000              | 15,000              |
| Warren J. Harang, Jr.              | 15,700              | 15,500              |
| Bishop L. Abel Caillouet           | 15,000              | 15,000              |
| Monsignor Lucien J. Caillouet      | 15,000              | 15,000              |
| Father James Louis Caillouet       | 15,000              | 15,000              |
| Vincent Cannata, Sr.               | 15,000              | 15,000              |
| Rev. Peter H Brewerton             | 2,600               | 2,600               |
| Rev. Msgr. John L. Newfield        | 1,200               | 1,200               |
| Orleans & Louelle Pitre            | 15,000              | 15,000              |
| Minor Sr. and Lou Ella Cheramie    | 15,000              | 15,000              |
| Mr. & Mrs. Anthony Cannata         | 500                 | 500                 |
| Kelly Curole Frazier               | 3,491               | 3,301               |
| Msgr. Stanislaus Manikowski        | 1,025               | 1,025               |
| Mrs. Ayres A. Champagne            | 2,000               | 1,485               |
| Harold & Gloria Callais Family     | 15,000              | 15,000              |
| Joseph "Jay" Fertitta              | 2,620               | 2,090               |
| Rev. Msgr. William Koninkx         | 3,500               | 3,000               |
| Deacon Edward J. Blanchard         | 660                 | 660                 |
| James J. Buquet Jr.                | 650                 | 650                 |
| Msgr. John G. Keller               | 1,000               | 1,000               |
| Msgr. Emile J. Fossier             | 1,545               | 1,545               |
| Rev. H.C. Paul Daigle              | 1,900               | 1,300               |
| Richard Peltier                    | 15,300              | 15,300              |
| Brides of the Most Blessed Trinity | 5,935               | 2,100               |
| Deacon Robert Dusse'               | 450                 | 450                 |
| Deacon Willie Orgeron              | 800                 | 750                 |
| Donald Peltier                     | 25,100              | 13,100              |
| St. Bernadette Men's Club          | 3,000               | 2,800               |
| Peter W. Callais                   | 15,000              | 15,000              |
| Rev. Robert J. Seigny              | 1,200               | 950                 |
| Msgr. Francis J. Legendre          | 16,645              | 16,645              |
| Mr./Mrs. Love W. Pellegrin         | 5,000               | 5,000               |
| Sidney J. & Lydie C. Duplantis     | 10,800              | 10,800              |
| Deacon Raymond Lebouef             | 550                 | 550                 |
| Paul Abdon Callais                 | 15,000              | 15,000              |
| Deacon Roland Dufrene              | 550                 | 50                  |
| Rev. Gerard Hayes                  | 3,836               | 3,626               |
| Deacon Harold Kurtz                | 100                 | -                   |
| Abdon J. & Ada B. Callais          | 15,000              | -                   |
|                                    | <u>\$ 1,296,470</u> | <u>\$ 1,258,996</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**  
*Schedule of Accounts Receivable*  
*June 30, 2011 and 2010*

|                            | <u>2011</u>              | <u>2010</u>              |
|----------------------------|--------------------------|--------------------------|
| <u>Accounts Receivable</u> |                          |                          |
| Miscellaneous receivables  | <u>\$ 828,265</u>        | <u>\$ 375,642</u>        |
|                            | <u><u>\$ 828,265</u></u> | <u><u>\$ 375,642</u></u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Schedule of Parish Deposits*

*June 30, 2011 and 2010*

|    |   | <u>2011</u>         | <u>2010</u>         |
|----|---|---------------------|---------------------|
| 01 | Amelia, St. Andrew                          | \$ 104,119          | \$ 93,493           |
| 02 | Chacahoula, St. Lawrence                    | 41,931              | 44,734              |
| 03 | Chackbay, Our Lady of Prompt Succor         | 34,070              | 15,561              |
| 05 | St. Charles Community, St. Charles Borromeo | 209,677             | 173,754             |
| 06 | Morgan City, Holy Cross                     | 435,734             | 442,508             |
| 07 | Morgan City, Sacred Heart                   | 561,139             | 445,722             |
| 08 | Schriever, St. Bridget                      | 56,467              | 22,168              |
| 10 | Thibodaux, St. John                         | 38,949              | 36,539              |
| 11 | Thibodaux, St. Joseph                       | 876,650             | 628,967             |
| 12 | Kraemer, St. Lawrence the Martyr            | 29,820              | 24,390              |
| 14 | Mathews, St. Hilary of Poitiers             | 552,549             | 526,501             |
| 16 | Larose, Our Lady of the Rosary              | 60,381              | 4,366               |
| 17 | Cut Off, Sacred Heart                       | 179,807             | 118,859             |
| 18 | Galliano, St. Joseph                        | 482,206             | 543,556             |
| 19 | Golden Meadow, Our Lady of Prompt Succor    | 568,872             | 465,211             |
| 20 | Grand Isle, Our Lady of the Isle            | 280,318             | 204,871             |
| 21 | Bayou Black, St. Anthony                    | 399,921             | 457,045             |
| 22 | Bayou Blue, St. Louis                       | 32,856              | 30,245              |
| 23 | Bourg, St. Ann                              | 724,476             | 307,378             |
| 24 | Chauvin, St. Joseph                         | 185,610             | 199,111             |
| 25 | Houma, Holy Family                          | 322,583             | 336,272             |
| 27 | Houma, Holy Rosary                          | 40,899              | 15,587              |
| 29 | Houma, St. Bernadette                       | -                   | 589,065             |
| 30 | Houma, St. Francis de Sales                 | 77,583              | 150,398             |
| 31 | Houma, St. Gregory                          | 119,817             | 64,489              |
| 34 | Theriot, St. Eloi                           | 198,369             | 203,130             |
| 35 | Thibodaux, St. Thomas                       | 23,542              | 15,388              |
| 37 | Choctaw, St. James Mission                  | 57,538              | 38,930              |
| 38 | Thibodaux, St. Luke                         | 31,038              | 46,328              |
| 39 | Amelia, Thanh Gia (Holy Family)             | 336,148             | 331,434             |
| 40 | Stephensville, St. Rosalie Mission          | 58,382              | 52,161              |
| 41 | Gheens, The Community of St. Anthony        | 47,668              | 25,199              |
| 42 | Thibodaux, Christ the Redeemer              | 225,103             | 177,497             |
| 43 | Houma, St. Lucy                             | 81,363              | 2,309               |
|    |   | <u>\$ 7,476,586</u> | <u>\$ 6,833,166</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAUX**  
*Schedule of Parish and School Loans Receivable*  
*June 30, 2011 and 2010*

|     |   | <u>2011</u>         | <u>2010</u>         |
|-----|---|---------------------|---------------------|
| 09  | Thibodaux, St. Genevieve                    | \$ 163,301          | \$ 219,182          |
| 13  | Raceland, St. Mary                          | 1,704,534           | 1,672,545           |
| 15  | Lockport, Holy Savior                       | 141,836             | 235,140             |
| 26  | Houma, Annunziata                           | 17,176              | 164,070             |
| 28  | Houma, Maria Immacolata                     | 297,062             | 326,321             |
| 29  | Houma, St. Bernadette Soubirous             | 151,893             | -                   |
| 32  | Montegut, Sacred Heart                      | 13,343              | 175,013             |
| 33  | Pointe-aux-Chenes, St. Charles              | 19,612              | 53,551              |
| 152 | Houma, Vandebilt Catholic High School       | 748,963             | 848,713             |
| 153 | Thibodaux, Edward Douglas White High School | <u>2,333,448</u>    | <u>2,702,286</u>    |
|     |   | <u>\$ 5,591,168</u> | <u>\$ 6,396,821</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**  
*Schedule of Institutional Deposits*  
*June 30, 2011 and 2010*

|     |                                  | <u>2011</u>          | <u>2010</u>          |
|-----|----------------------------------|----------------------|----------------------|
| 06  | Morgan City, Holy Cross          | \$ 884,852           | \$ 857,487           |
| 09  | Thibodaux, St. Genevieve         | 2,026,724            | 1,925,223            |
| 11  | Thibodaux, St. Joseph            | 2,729,546            | 2,834,198            |
| 13  | Raceland, St. Mary's Nativity    | 445,841              | 450,072              |
| 15  | Lockport, Holy Savior            | 469,308              | 464,440              |
| 16  | Larose, Our Lady of the Rosary   | 710,969              | 468,296              |
| 28  | Houma, Maria Immacolata          | 549,450              | 503,420              |
| 29  | Houma, St. Bernadette Soubirous  | 1,059,680            | 1,254,748            |
| 30  | Houma, St. Francis de Sales      | 2,701,166            | 2,734,837            |
| 31  | Houma, St. Gregory               | 362,250              | 275,712              |
| 151 | Central Catholic High School     | 6,310,186            | 732,917              |
| 152 | Vandebilt Catholic High School   | 4,387,273            | 3,904,801            |
| 153 | Edward Douglas White High School | 5,049,671            | 4,704,834            |
| 430 | St. Francis Prepaid Tuition      | 40,880               | 51,418               |
| 453 | Edward Douglas White Foundation  | 249,117              | 240,078              |
|     |                                  | <u>\$ 27,976,913</u> | <u>\$ 21,400,481</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**  
*Schedule of Cemetery Operating Deposits*  
June 30, 2011 and 2010

|    |   | <u>2011</u>         | <u>2010</u>         |
|----|---|---------------------|---------------------|
| 01 | Amelia, St. Andrew                          | \$ 27,757           | \$ 25,923           |
| 02 | Chacahoula, St. Lawrence                    | 7,121               | 5,704               |
| 03 | Chackbay, Our Lady of Prompt Succor         | 272,989             | 265,735             |
| 04 | Gibson, St. Patrick                         | 7,921               | 7,764               |
| 05 | St. Charles Community, St. Charles Borromeo | 129,682             | 122,485             |
| 08 | Schriever, St. Bridget                      | 80,812              | 85,979              |
| 10 | Thibodaux, St. John the Evangelist          | 129,717             | 122,532             |
| 11 | Thibodaux, St. Joseph                       | 759,049             | 860,793             |
| 12 | Kraemer, St. Lawrence the Martyr            | 41,408              | 37,364              |
| 13 | Raceland, St. Mary's Nativity               | 597,550             | 531,990             |
| 14 | Mathews, St. Hilary of Poitiers             | 311,413             | 362,307             |
| 15 | Lockport, Holy Savior                       | 134,527             | 188,748             |
| 16 | Larose, Our Lady of the Rosary              | 206,381             | 235,065             |
| 17 | Cut Off, Sacred Heart                       | 303,172             | 386,512             |
| 18 | Galliano, St. Joseph                        | 93,148              | 101,933             |
| 19 | Golden Meadow, Our Lady of Prompt Succor    | 55,196              | 67,230              |
| 22 | Bayou Blue, St. Louis                       | 204,282             | 193,622             |
| 23 | Bourg, St. Ann                              | 244,213             | 282,276             |
| 24 | Chauvin, St. Joseph                         | 1,040,011           | 1,021,312           |
| 25 | Grand Caillou, Holy Family                  | 117,317             | 133,774             |
| 27 | Houma, Our Lady of the Most Holy Rosary     | 649,929             | 578,416             |
| 30 | Houma, St. Francis de Sales                 | 323,608             | 408,543             |
| 32 | Montegut, Sacred Heart                      | 182,265             | 183,864             |
| 33 | Pointe-Aux-Chenes, St. Charles Borromeo     | 175,147             | 173,680             |
| 34 | Theriot, St. Eloi                           | 301,749             | 305,305             |
| 37 | Choctaw, St. James Mission                  | 80,227              | 89,573              |
| 41 | Gheens, St. Anthony                         | 26,881              | 25,904              |
|    |   | <u>\$ 6,503,472</u> | <u>\$ 6,804,333</u> |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAux, OFFICES AND INSTITUTIONS**  
*Schedule of Parish and School Endowment Funds*  
*June 30, 2011 and 2010*

|                           |                                  | <u>2011</u>         | <u>2010</u>         |
|---------------------------|----------------------------------|---------------------|---------------------|
| <b>Parish Endowments:</b> |                                  |                     |                     |
| 06                        | Morgan City, Holy Cross          | \$ 180,000          | \$ 170,000          |
| 08                        | Schriever, St. Bridget           | 145,000             | 145,000             |
| 09                        | Thibodaux, St. Genevieve         | 500,000             | 500,000             |
| 11                        | Thibodaux, St. Joseph            | 2,035,214           | 2,000,000           |
| 14                        | Matthews, St. Hilary             | 123,744             | 120,091             |
| 15                        | Lockport, Holy Savior            | 50,000              | 50,000              |
| 18                        | Galliano, St. Joseph             | 480,000             | 480,000             |
| 24                        | Chauvin, St. Joseph              | 2,366,179           | 2,366,179           |
| 27                        | Houma, Holy Rosary               | 25,841              | 25,841              |
| 30                        | Houma, St. Francis de Sales      | 545,030             | 545,030             |
|                           |                                  | <hr/>               | <hr/>               |
|                           | <b>Total Parish Endowments</b>   | <b>\$ 6,451,008</b> | <b>\$ 6,402,141</b> |
|                           |                                  | <hr/>               | <hr/>               |
| <b>School Endowments:</b> |                                  |                     |                     |
| 06                        | Morgan City, Holy Cross          | \$ 1,210,000        | \$ 1,210,000        |
| 09                        | Thibodaux, St. Genevieve         | 114,100             | 111,600             |
| 11                        | Thibodaux, St. Joseph            | 3,006,550           | 3,006,550           |
| 13                        | Raceland, St. Mary               | 17,044              | 17,044              |
| 15                        | Lockport, Holy Savior            | 100,000             | 100,000             |
| 16                        | Larose, Our Lady of the Rosary   | 334,267             | 334,017             |
| 29                        | Houma, St. Bernadette            | 208,057             | 206,760             |
| 30                        | Houma, St. Francis de Sales      | 192,108             | 189,493             |
| 151                       | Central Catholic High School     | 1,151,000           | 1,151,000           |
| 152                       | Vandebilt Catholic High School   | 720,144             | 650,888             |
| 153                       | Edward Douglas White High School | 2,416,774           | 2,413,747           |
|                           |                                  | <hr/>               | <hr/>               |
|                           | <b>Total School Endowments</b>   | <b>\$ 9,470,044</b> | <b>\$ 9,391,099</b> |
|                           |                                  | <hr/>               | <hr/>               |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**  
*Schedule of Operations of Parishes and Institutions (Unaudited)*  
Year Ended June 30, 2011

|   | Income        | Expenditures  | Excess<br>(Deficiency)<br>Of Income<br>Over Expenditures |
|---|---------------|---------------|--|
| Amelia, Thanh Gia (Holy Family)             | \$ 128,048    | \$ 91,814     | \$ 36,232  |
| Amelia, St. Andrew                          | 159,567       | 151,744       | 7,823  |
| Chacahoula, St. Lawrence                    | 108,184       | 109,809       | (1,445)  |
| Chackbay, Our Lady of Prompt Succor         | 342,630       | 357,777       | (15,147)   |
| St. Charles Community, St. Charles Borromeo | 297,220       | 258,362       | 38,858   |
| Morgan City, Holy Cross                     | 1,908,804     | 1,916,050     | (7,246)  |
| Stephensville, St. Rosalie Mission          | 17,871        | 15,890        | 1,981  |
| Morgan City, Sacred Heart                   | 577,578       | 460,079       | 117,499  |
| Schriever, St. Bridget                      | 277,073       | 250,862       | 26,211   |
| Thibodaux, Christ the Redeemer              | 413,130       | 368,946       | 44,184   |
| Thibodaux, St. Genevieve                    | 2,575,494     | 2,508,251     | 67,243   |
| Thibodaux, St. John                         | 241,618       | 229,060       | 12,558   |
| Thibodaux, St. Joseph                       | 4,602,354     | 4,380,000     | 222,354  |
| Kraemer, St. Lawrence                       | 160,243       | 151,698       | 8,545  |
| Choctaw, St. James Mission                  | 48,453        | 33,768        | 14,685   |
| Raceland, St. Mary                          | 1,335,618     | 1,378,106     | (42,488)   |
| Mathews, St. Hilary                         | 465,241       | 434,098       | 31,143   |
| Lockport, Holy Savior                       | 1,553,800     | 1,383,575     | 170,225  |
| Gheens, St. Anthony                         | 92,335        | 66,660        | 25,675   |
| Larose, Our Lady of the Rosary              | 1,437,514     | 1,389,281     | 48,233   |
| Cut Off, Sacred Heart                       | 473,339       | 426,955       | 46,384   |
| Galliano, St. Joseph                        | 228,308       | 272,809       | (46,501)   |
| Golden Meadow, Our Lady of Prompt Succor    | 483,159       | 443,159       | 40,000   |
| Grand Isle, Our Lady of the Isle            | 312,868       | 256,497       | 56,371   |
| Bayou Black, St. Anthony                    | 472,678       | 436,753       | 35,925   |
| Bayou Blue, St. Louis                       | 355,246       | 363,618       | (8,372)  |
| Bourg, St. Ann                              | 779,181       | 303,856       | 475,325  |
| Chauvin, St. Joseph                         | 497,125       | 511,050       | (13,925)   |
| Grand Caillou, Holy Family                  | 148,119       | 167,942       | (19,823)   |
| Houma, Annunziata                           | 630,756       | 493,063       | 137,693  |
| Houma, Holy Rosary                          | 394,363       | 373,906       | 20,457   |
| Houma, Maria Immacolata                     | 1,343,603     | 1,216,918     | 126,685  |
| Houma, St. Bernadette                       | 3,022,602     | 2,700,096     | 322,406  |
| Houma, St. Francis                          | 3,626,693     | 3,690,841     | (65,148)   |
| Houma, St. Gregory                          | 1,225,623     | 991,951       | 233,672  |
| Montegut, Sacred Heart                      | 349,675       | 156,730       | 192,945  |
| Pointe-Aux-Chenes, St. Charles              | 191,017       | 138,436       | 52,581   |
| Theriot, St. Eloi                           | 145,581       | 145,549       | 32   |
| Thibodaux, St. Thomas                       | 324,448       | 310,375       | 14,073   |
| Thibodaux, St. Luke                         | 170,541       | 186,947       | (16,406)   |
| Houma, St. Lucy                             | 196,314       | 123,053       | 73,261   |
| Central Catholic High School                | 2,010,002     | 2,009,693     | 309  |
| Edward Douglas White High School            | 5,030,947     | 5,030,420     | 527  |
| Vandebilt Catholic High School              | 6,385,255     | 5,747,617     | 637,638  |
| Grand Totals                                | \$ 45,537,096 | \$ 42,433,864 | \$ 3,103,232   |

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA THIBODAU, OFFICES AND INSTITUTIONS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2011**

| <b>Federal Granting Agency/Recipient<br/>State Agency/Grant Program</b> | <b>GRANT<br/>NUMBER</b> | <b>CFDA<br/>NUMBER</b> | <b>FEDERAL<br/>EXPENDITURES</b> |
|---|-------------------------|------------------------|---------------------------------|
| <b><u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>                   |                         |                        |                                 |
| <u>Pass through payments from State Dept. of Health and Hospitals</u>   |                         |                        |                                 |
| Block Grants for Prevention and Treatment of Substance Abuse            | 587197/589291           | 93.959                 | \$ 163,520                      |
| <b><u>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</u></b>            |                         |                        |                                 |
| <u>Direct Programs:</u>   |                         |                        |                                 |
| Foster Grandparent Program  | 07SFWLA004              | 94.011                 | 303,488                         |
| <b><u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u></b>               |                         |                        |                                 |
| <u>Pass through payments from Catholic Charities USA</u>                |                         |                        |                                 |
| Housing Counseling Assistance Program                                   | N/A                     | 14.169                 | 15,000                          |
| <b><u>DEPARTMENT OF HOMELAND SECURITY</u></b>                           |                         |                        |                                 |
| <u>Pass through from Department of Military Affairs</u>                 |                         |                        |                                 |
| Public Assistance Grants  | N/A                     | 97.036                 | 8,494                           |
| <b><u>DEPARTMENT OF AGRICULTURE</u></b>                                 |                         |                        |                                 |
| <u>Pass through payments from State Dept. of Education</u>              |                         |                        |                                 |
| Child and Adult Care Food Program                                       | CC93-362                | 10.558                 | 31,252                          |
| Total program expenditures  |                         |                        | <u>\$ 521,764</u>               |

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts on this schedule may differ from amounts presented in, or used in the preparation of, the consolidated financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2011**

**SUMMARY OF AUDIT RESULTS**

1. The auditor's report expresses a qualified opinion on the financial statements of the Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (Diocese).
2. No deficiencies relating to the audit of the financial statements are reported in the Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. One instance of noncompliance material to the financial statements of the Diocese was disclosed during the audit.
4. No deficiencies relating to the audit of the major federal award program are reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award program for the Diocese expresses an unqualified opinion on the major federal programs.
6. No audit findings relative to the major federal award program for the Diocese are reported in this Schedule.
7. The programs tested as a major program include:  
  
Foster Grandparent Program – CFDA No. 94.011
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The Diocese was not determined to be a low-risk auditee.

**FINDINGS – FINANCIAL STATEMENT AUDIT**

**2011-1 DEPARTURES FROM GENERALLY ACCEPTED ACCOUNTING PRINCIPLES**

*Condition:* Several departures from accounting principles generally accepted in the United States of America were noted in the independent auditors' report on the financial statements.

*Criteria:* Louisiana audit laws require quasi-public entities prepare financial statements in accordance with generally accepted accounting principles.

*Cause:* Management believes the cost of correcting these departures from generally accepted accounting principles exceeds the benefit to the organization.

*Effect:* The departures result in a qualified opinion on the financial statements.

*Recommendation and Response:* See Management's Corrective Action Plan.

**FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM AUDIT**

None

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# Lanaux & Felger

--- CERTIFIED PUBLIC ACCOUNTANTS  
A PROFESSIONAL CORPORATION

THOMAS J. LANAUX, CPA  
MARK S. FELGER, CPA

**REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

His Excellency  
Most Reverend Sam G. Jacobs, D.D.  
Bishop of the Diocese of Houma-Thibodaux

We have audited the consolidated financial statements of the Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (Diocese), as of and for the year ended June 30, 2011, and have issued our report thereon dated December 16, 2011, which was qualified as follows:

- As discussed in Note 1 to the consolidated financial statements, a provision for depreciation expense has not been provided, and
- As discussed in Note 1 to the consolidated financial statements, the statements do not include the operations of the high schools owned and operated by the Diocese, nor do they include certain assets, liabilities, and net assets of the high schools, and
- As discussed in Note 10 to the consolidated financial statements, the Diocese did not obtain an actuarial valuation of its priest pension liability as of year-end and was not able to develop certain pension information as of year-end for inclusion and disclosure in the consolidated financial statements, and
- As discussed in Note 12 to the consolidated financial statements, the Diocese did not obtain an actuarial valuation of its liability for postretirement health care benefits as of year-end and was not able to develop certain information as of year-end for inclusion in the consolidated financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

## Internal Control over Financial Reporting

In planning and performing our audit, we considered the Diocese's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Diocese's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Diocese's internal control over financial reporting.

*A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis.*

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

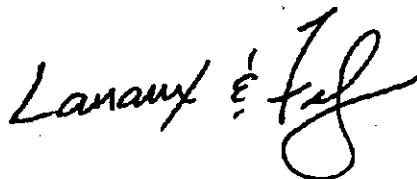
#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Diocese's financial statements are free of material misstatement, we performed tests of compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2011-1.

The Diocese's response to the finding identified in our audit is described in the accompanying Management's Corrective Action Plan. We did not audit the Diocese's response and, accordingly, we express no opinion on it.

This report is intended for the information of the finance council, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Houma, Louisiana  
December 16, 2011



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## **REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

His Excellency  
Most Reverend Sam G. Jacobs, D.D.  
Bishop of the Diocese of Houma-Thibodaux

### **Compliance**

We have audited the compliance of the Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (Diocese) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Diocese's major federal program for the year ended June 30, 2011. The Diocese's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Diocese's management. Our responsibility is to express an opinion on the Diocese's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Diocese's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Diocese's compliance with those requirements.

In our opinion, the Diocese complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2011.

### **Internal Control over Compliance**

The management of the Diocese is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Diocese's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing our opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Diocese's internal control over compliance.

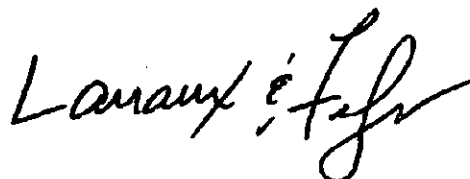
A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material

*weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information of the finance council, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Houma, Louisiana  
December 16, 2011

A handwritten signature in black ink, appearing to read "L. Arnaud". The signature is written in a cursive style with a large, stylized initial "L" and a trailing flourish.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS  
SCHEDULE OF PRIOR YEAR FINDINGS  
Year Ended June 30, 2011**

**SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS**

**2010-1 DEPARTURES FROM GENERALLY ACCEPTED ACCOUNTING PRINCIPLES**

*Condition:* Several departures from accounting principles generally accepted in the United States of America were noted in the independent auditors' report on the financial statements.

*Criteria:* Louisiana audit laws require quasi-public entities prepare financial statements in accordance with generally accepted accounting principles.

*Cause:* Management believes the cost of correcting these departures from generally accepted accounting principles exceeds the benefit to the organization.

*Effect:* The departures result in a qualified opinion on the financial statements.

*Current Status:* See Management's Corrective Action Plan.

**SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS**

No findings were reported for the year ended June 30, 2010.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH  
OF THE DIOCESE OF HOUMA-THIBODAux, OFFICES AND INSITUTIONS  
MANAGEMENT'S CORRECTIVE ACTION PLAN  
Year Ended June 30, 2011**

**SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS**

**2011-1 DEPARTUERES FROM GENERALLY ACCEPTED ACCOUNTING PRINCIPLES**

*Condition:* Several departures from accounting principles generally accepted in the United States of America were noted in the independent auditors' report on the financial statements.

*Recommendation:* Management should evaluate the costs of correcting the departures from generally accepted accounting principles and assess the effects these departures have on the financial condition and results of operations of the organization.

**SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS**

No findings were reported which require a response from management.